

Member Compo Associated International Insurance Company Calvert Insurance Company Timberline Insurance Company

December 9, 1997

Michael David Lichtenstein LOWENSTEIN, SANDLER, KOHL, FISHER & BOYLAN 65 Livingston Avenue Roseland, New Jersey 07068-1719

Re:

Potential Claim for Environmental Damage in the Coeur d'Alene Basin, Northern Idaho

Insured:

Group R Co., Inc.

Policy #:

GLA 623735 (1/1/76 - 12/31/76)

GLA 683722 (1/1/75 - 12/31/75)

Dear Mr. Lichtenstein:

This will confirm receipt of your notification of loss with regard to the above-captioned matter.

Please be advised that we have searched our records and can find no policies identified as GLA 623735 and GLA 683722 issued by Calvert Insurance Company to Group R Co., Inc., or any of the additional names that you have listed in your correspondence of October 31, 1997.

In light of the above, it would be greatly if you could please forward a copy of policy numbers GLA 623735 and GLA 683722 to my attention. In addition, a search of our records indicate that Calvert Insurance Company did not use the prefix "GLA" in any of the policies issued by Calvert Insurance Company.

In the interim, please be advised that Calvert Insurance Company reserves any and all rights if may have under any policies that may be held applicable to the tendered claim. No activity on the part of Calvert Insurance Company should be construed as a waiver of any terms, conditions, endorsements and/or exclusions contained in any policy issued by Calvert Insurance Company.

Your anticipated cooperation is greatly appreciated.

Sincerely,

URANCE COMPANY LVERTI

GRP "R" CDA dm - 0088

Specialist.

LS 003640

DEC 15 1997

RJF:sem/groupr